

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
State Investment Board
Balance Sheet
As of 6/30/2002**

	As of <u>6-30-02</u>	As of <u>6-30-01</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 103,525	\$ 119,464
INTERNATIONAL EQUITIES	27,811	27,735
DOMESTIC FIXED INCOME	128,243	125,654
INVESTED CASH (NOTE 1)	<u>13,569</u>	<u>14,285</u>
 TOTAL INVESTMENTS	 273,148	 287,138
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	887	698
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	<u>31,022</u>	<u>40,869</u>
 TOTAL ASSETS	 <u>\$ 305,057</u>	 <u>\$ 328,705</u>
LIABILITIES:		
ACCOUNTS PAYABLE	461	454
SECURITIES LENDING COLLATERAL (NOTE 2)	<u>31,022</u>	<u>40,869</u>
 TOTAL LIABILITIES	 31,483	 41,323
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	287,382	1,402,703
CASH IN DURING YEAR (NOTE 3)	0	-
CASH OUT DURING YEAR (NOTE 4)	0	1,111,025
NET INCREASE (DECREASE)	<u>(13,808)</u>	<u>(4,296)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>273,574</u>	 <u>287,382</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 305,057</u>	 <u>\$ 328,705</u>

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
State Investment Board
Profit and Loss Statement
For the Month Ended 6/30/2002**

	Month Ended <u>6-30-02</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 908	\$ 9,910
SECURITIES LENDING INCOME	71	1,121
	<u>979</u>	<u>11,031</u>
 GAIN ON SALE OF INVESTMENTS	 1,962	 18,704
LOSS ON SALE OF INVESTMENTS	<u>2,202</u>	<u>20,839</u>
 NET GAINS (LOSSES) INVESTMENTS	 (240)	 (2,135)
 INVESTMENT EXPENSES	 293	 1,709
SECURITIES LENDING EXPENSES	<u>61</u>	<u>978</u>
 NET INVESTMENT INCOME	 385	 6,209
 NET APPREC (DEPREC) MARKET VALUE	 (10,558)	 (20,008)
MISCELLANEOUS INCOME/(EXPENSE)	<u>0</u>	<u>(9)</u>
 TOTAL INVESTMENT INCOME	 <u>(10,173)</u>	 <u>(13,808)</u>
 NET INCREASE (DECREASE)	 <u>\$ (10,173)</u>	 <u>\$ (13,808)</u>

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
Notes To Financial Statements
June 30, 2002**

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 2 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 3 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.